

11850 South Main • Suite 5A • Moab • Utah • 84532 • USA
Tel +1 435 259 2443 • Fax +1 435 259 2476



April 10, 2012

State of Utah
Division of Oil, Gas and Mining
1594 W. North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

Attn: Tom Monson

Dear Tom:

RECEIVED

APR 12 2012

DIV. OF OIL GAS & MINING

Uranium One understands that we will not initiate mining at the Velvet mine until a revised mine plan has been submitted and the bond has been adjusted if needed. We will still have the right to access the water monitoring wells and the Velvet Shafts under the current NOIs and that the bonds for those NOIs will be covered by the Velvet Mine bond.

Sincerely,

A handwritten signature in blue ink that reads "Larry M. Trimble".

Larry M. Trimble
Senior Geologist